

VIRGINIA;

## BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

MODIFICATION OF THOSE VIRGINIA	)	
GAS AND OIL BOARD ORDERS MORE	)	VIRGINIA GAS AND
PARTICULARLY SET FORTH AND	)	OIL BOARD
DESCRIBED IN EXHIBIT A HERETO	)	
(herein collectively referred	)	DOCKET NO.
to as "Board Orders") TO ACKNOW-	)	VGOB 92-0616-0231
LEDGE THE TRANSFER OF THE	)	
OPERATIONS OF THE DRILLING UNITS	)	(MODIFYING ORDERS
POOLED BY THE BOARD ORDERS (herein	)	IN THE VARIOUS
"Subject Drilling Units") FROM	)	VGOB DOCKETS MORE
EDWARDS AND HARDING PETROLEUM	)	PARTICULARLY SET
COMPANY TO VIRGINIA GAS COMPANY,	)	FORTH IN EXHIBIT
AND TO DESIGNATE VIRGINIA GAS	)	A HERETO)
COMPANY AS THE UNIT OPERATOR FOR	)	
SUBJECT DRILLING UNITS	)	

REPORT OF THE BOARDFINDINGS AND ORDER

1. Hearing Date and Place: This matter came on for hearing upon the Virginia Gas and Oil Board's (herein "Board") own motion at 9:00 a.m. on June 16, 1992, Rhododendron Restaurant at the Breaks Interstate Park, Route 702, off Route 80, Breaks, Virginia, to consider Edwards and Harding Petroleum Company's Notice of Change of Ownership.

2. Appearances: Byron Thomas Fulmer, Principal Executive to the Staff, Virginia Gas and Oil Board, and Sandra B. Riggs, Assistant Attorney General, were present to advise the Board. James Rasnick appeared in behalf of Virginia Gas Company.

3. Findings:

3.1 Edwards and Harding Petroleum Company claimed ownership of gas leases, coalbed methane gas leases, and/or coal leases and the right to explore for, develop and produce coalbed methane gas from coal seams within Subject Drilling Units located in the Oakwood Coalbed Gas Field.

3.2 Edwards and Harding Petroleum Company has heretofore applied to the Board pursuant to Va. Code § 45.1-361.21 to pool interests in and to be named Unit Operator of Subject Drilling Units. The Board has heretofore granted Edward and Harding Petroleum Company's applications to pool interests in the Subject Drilling Units and to be named and designated the Unit Operator of same as evidenced by the Board Orders.

3.3 Edwards and Harding Petroleum Company has filed with the Board notice that it has assigned all its ownership interests in coalbed methane leases in Subject Drilling Units together with certain other interests, including but not limited to its right to serve as the Board designated Operator of Subject Drilling Units, to Virginia Gas Company.

4. Conclusion: The Virginia Gas and Oil Board hereby acknowledges the transfer and sale of Edwards and Harding Petroleum Company's holdings in Subject Drilling Units to Virginia Gas Company. Based upon the Notice of Change of Ownership filed by Edwards and Harding Petroleum Company and the testimony

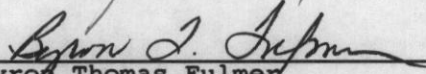
presented at the hearing of this matter, the Board hereby amends the Board Orders identified in Exhibit A to remove Edwards and Harding Petroleum Company as the Unit Operator of the drilling units pooled by the Board Orders, and the Board designates Virginia Gas Company as the Unit Operator of said drilling units to serve unless and until otherwise ordered by the Board.

5. Effective Date: This Order shall be effective as of June 16, 1992, the date of the hearing of this matter.

DONE AND EXECUTED this 24<sup>th</sup> day of January, 1994, by a majority of the Virginia Gas and Oil Board.

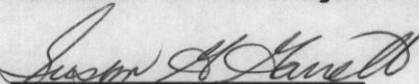
  
Benny R. Wampler, Chairman

DONE AND PERFORMED this 24<sup>th</sup> day of January, 1994, by the Order of this Board.

  
Byron Thomas Fulmer  
Principal Executive to the Staff  
Virginia Gas and Oil Board

STATE OF VIRGINIA )  
COUNTY OF WISE )

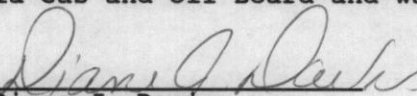
Acknowledged on this 24<sup>th</sup> day of January, 1994, personally before me a notary public in and for the Commonwealth of Virginia, appeared Benny Wampler, being duly sworn did depose and say that he is Chairman of the Virginia Gas and Oil Board, that he executed same as Chairman of the Virginia Gas and Oil Board and was authorized to do so.

  
Susan G. Garrett  
Notary Public

My Commission Expires 7/31/94

STATE OF VIRGINIA )  
COUNTY OF WASHINGTON )

Acknowledged on this 24<sup>th</sup> day of January, 1994 personally before me a notary public in and for the Commonwealth of Virginia, appeared Byron Thomas Fulmer, being duly sworn did depose and say that he is Principal Executive to the Staff of the Virginia Gas and Oil Board, that he executed same as Principal Executive to the Staff of the Virginia Gas and Oil Board and was authorized to

  
Diane J. Davis  
Notary Public

My Commission Expires 09/30/97



## EXHIBIT A

## EDWARDS AND HARDING PETROLEUM COMPANY ORDERS

DOCKET	WELL	DEED BOOK	PAGE	DATE RECORDED	ORDER DATE
VGOB-89/03/28-0017	EH-8	349	225	5/15/89	5/2/89
VGOB-89/09/07-0021	EH-9	353	684	10/27/89	10/24/89
VGOB-90/04/19-0004	EH-18	2675	708	5/30/90	5/18/90
VGOB-89/09/07-0022	EH-10	353	668	10/27/89	10/23/89
VGOB-89/09/07-0023	EH-15	353	653	10/27/89	10/23/89
VGOB-90/12/18-0070	EH-27	272	591	5/6/91	5/6/91
		270	298	1/17/91	1/17/91
VGOB-90/12/18-0069	EH-29	370	238	2/11/91	2/8/91
VGOB-90/09/06-0010	EH-31	371	015	3/5/91	2/28/91
		369	270	1/15/91	1/11/91
VGOB-90/09/06-0011	EH-36	381	009	10/1/91	9/30/91
		372	022	4/1/91	3/27/91
		370	279	2/11/91	2/8/91
VGOB-91/10/05-0156	EH-86	278	106	1/29/92	1/28/92

VIRGINIA: In the Clerk's Office of the Circuit Court of Buchanan County. The foregoing instrument was this day presented in the office aforesaid and is, together with the certificate of acknowledgment annexed, admitted to record this 26th day of January, 19 94.  
 Deed Book No. 417 and Page No. 842  
 Returned this date to; Dept. of Mines, Mineral + Energy  
Abingdon, VA 24210

TESTE: James M. Bevins, Jr., Clerk  
 TESTE: Deputy Clerk

169

CLERK'S OFFICE CIRCUIT COURT  
BUCHANAN COUNTY, VIRGINIA

Filed and admitted to record,  
this 26th day of Jan 1994  
at 11:26 o'clock P M.

Recorded Free Book	Page
039 State Tax	
213 County Tax	
212 Transfer	
301 Recording	12.00
038 State Tax	
220 Local Tax	
145 VSIF	1.00
Total	13.00

Teste James M. Bevins, Jr., Clerk  
By HT D.C.

*Dianne Davis*

Department of Mines, Minerals and Energy  
DIVISION OF GAS & OIL  
POST OFFICE BOX 1416 • 230 CHARWOOD DRIVE  
ABINGDON, VIRGINIA 24210